

STATE OF TENNESSEE DEPARTMENT OF FINANCE AND ADMINISTRATION STATE CAPITOL NASHVILLE, TENNESSEE 37243-0285

BUTCH ELEY COMMISSIONER

December 21, 2020

<u>MEMORANDUM</u>

TO: The Honorable Kerry Roberts, Chairman

Senate Government Operations Committee

The Honorable Martin Daniel, Chairman House Government Operations Committee

Peter Muller, Director

Office of Legislative Budget Analysis

Catherine Haire, Director

Office of Legislative Budget Analysis

FROM: Butch Eley, Commissioner of Finance and Administration

SUBJECT: 2019-2020 Regulatory Agencies – Fees and Operating Costs

Under the provisions of TCA §4-29-121(a), I certify that seventeen (17) regulatory boards and commissions, listed on the two attached charts, did not collect fees in an amount sufficient to pay operating costs in the fiscal year ending June 30, 2020. Eleven (11) of the agencies are administratively attached to the Division of Health Related Boards in the Department of Health and six (6) of the agencies are administratively attached to the Division of Regulatory Boards in the Department of Commerce and Insurance.

In the Division of Health Related Boards, ten (10) of the listed boards have a positive reserve balance. In the Division of Regulatory Boards, five (5) of the listed boards have a positive reserve balance. These fifteen (15) boards were able to cover their fee shortfalls with their reserve balances and did not pose a closing issue.

The attached charts also indicate which of the boards had two-year operating deficits, including four (4) of the Health Related Boards and two (2) in the Division of Regulatory Boards. These are the boards subject to a review by a joint evaluation committee under the provision of TCA 4-29-121(b).

SM:DT:cd

Enclosures (2)

cc: Department of Health

Department of Commerce and Insurance